

The board of directors' of Infant Bacterial Therapeutics AB (publ) rights issue resolution

The board of directors resolves, subject to approval of the general meeting, to increase the company's share capital with not more than SEK 1,259,861.022836¹ through issue of not more than 155,538 new shares of series A and not more than 4,467,008 new shares of series B. The following terms shall apply.

1. The record date for the right to participate in the rights issue shall be 12 January 2018.
2. The right to subscribe for new shares shall with pre-emptive rights vest in the shareholders of the company, whereby ten shares of series A shall entitle to subscription for seven new shares of series A and ten shares of series B shall entitle to subscription for seven new shares of series B (primary pre-emptive right). Shares that have not been subscribed for with primary pre-emptive rights shall be offered to all shareholders for subscription (secondary pre-emptive right). If the shares thus offered are not sufficient for the subscription made with secondary pre-emptive rights, the shares shall be allocated between the subscribers pro rata to the number of shares previously held and, to the extent such allocation cannot be effected, by the drawing of lots. Shares shall thereafter be allotted to other persons that have applied for subscription without pre-emptive rights, whereby – in the event of over-subscription – allotment shall be made in relation to the number of shares specified in each subscription application and, to the extent this is not possible, by the drawing of lots. Any remaining shares shall thereafter be allotted to the issue guarantors in relation to the undertakings made and, to the extent this is not possible, by the drawing of lots. Following the sale of a subscription right, the primary as well as the secondary pre-emptive right is transferred to the new holder of the subscription right.
3. The new shares shall entitle to dividends for the first time on the record date that occurs immediately following the registration of the new shares in the company's share register.
4. Subscription shall be made during the period 16 – 30 January 2018 or, as regards subscription pursuant to the second last sentence of section 2, no later than three business days thereafter. However, the board of directors shall be entitled to extend the subscription period.
5. The subscription price shall be SEK 95 per share.
6. Subscription with pre-emptive rights shall be made by cash payment.
7. Subscription without pre-emptive rights shall be made on a specific subscription form within the time period set forth in section 4, following which payment shall be made in cash in accordance with instructions on the contract note, however no later than three business days following receipt of the contract note.
8. The managing director is authorised to make such minor adjustments to this resolution that may be necessary in connection with the registration of the new issue.

¹ The share's quota value is SEK 1,500,000 / 5,503,638.

Documents in accordance with Chapter 13 Section 6 of the Swedish Companies Act have been prepared.

The issue resolution is subject to adoption of new articles of association.